(1952) Department.

1125 SERIES.

G.O. No. 10-58

Dated 9-4

[Despatch Abstract.]

Taxi – M.G.S.T. Act, 1939 – owners – two characters
exemption from Sales Tax – refused – Orders passed

GOVERNMENT OF MADRAS.
ABSTRACT.

TAX - The Madras General Sales Tax Act, 1939 - Owners of two chekkus - Exemption from sales tax - Recommendations of the Indian Central Oil Seeds Committee - Ordered.

REVENUE DEPARTMENT.

G.O.Ms.No.1088. Dated 9th April, 1952.
Read the following:-

From the Board of Revenue, B.P.No.558, dated 27-4-48
From the Government of India, Ministry of Agriculture, letter No.F.40-44-49 Com. dated 25-1-50.

-:-

ORDER:

Arising from the recommendations made by the Indian Oil Seeds Committee in January 1950 the following proposal were examined in consultation with the Director of Industries and the Board of Revenue:-

(1) that Telis owning two chekkus may be exempted from paying sales tax irrespective of their turnover subject to their taking out a licence on payment of a prescribed fee; and

(2) that they should also be exempted from paying sales tax on the purchase of seeds for crushing in their ghanis.

2. In regard to proposal (1) above, in view of the existing acute financial stringency and in view of the fact that exemption of one cottage industry will set a bad precedent giving rise to claims by others, the Government considered that no exemption need be granted to the owners of two chekkus. They, however, agree with the Board of Revenue that leniency should be shown to these dealers in the matter of accounts and that the C.T. Officials be instructed to be liberal in the matter of grant of rebate under rule 18 of the General sales Tax Rules. The Board is requested to issue suitable instructions to the office of the C.T. Department.

In regard to proposal (2) above, the Government consider that the provisions of rule 18 of the T. & A Rules which permit a manufacturer of groundnut oil and cake to deduct from his turnover the value of the ground nut kernels purchased and converted by him into oil and cake, are sufficient to safeguard the interests of the owners of country oil chekkus. The Government accordingly agree with the Board that no further relief is necessary in this behalf.

(BY ORDER OF THE ETC.)

(SD.) xx xx xx
SECRETARY TO GOVT.

To

The Board of Revenue. (CT)
The Director of Industries and Commerce, Madras.
The Rural Welfare Department.
The Development Department.
The Finance Department.
The Accountant-General, through Finance.

Copy to the Government of India. (with encl:)

(TRUE COPY)

R. Nagarajan 21.6.66
:SUPERINTENDENT:
MADRAS RECORD OFFICE.

RN/23-8-